

Message Text

CONFIDENTIAL

PAGE 01 OECD P 27815 01 OF 02 221906Z

65

ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 AID-05 CEA-01 CIAE-00 COME-00

EB-07 EA-07 FRB-03 INR-07 IO-13 NEA-10 NSAE-00

USIA-06 OPIC-03 SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01

OMB-01 ERDA-05 DODE-00 FEAE-00 FPC-01 H-02 INT-05

L-03 NSC-05 PM-04 SAM-01 OES-06 SS-15 STR-04 ACDA-07

PA-01 PRS-01 OIC-02 /146 W
----- 016745

P R 221801Z SEP 76

FM USMISSION OECD PARIS

TO SECSTATE WASHDC PRIORITY 3481

INFO ALL IEA CAPITALS 0045

C O N F I D E N T I A L SECTION 1 OF 2 PARIS 27815

E.O. 11652: GDS

TAGS: OECD, ENRG

SUBJECT: SEPTEMBER 21 IEA GOVERNING BOARD

1. SUMMARY: GOVERNING BOARD SESSION POSITIONED MEMBER GOVERNMENTS SO THAT AGREEMENT ON GROUP AND NATIONAL TARGETS FOR REDUCED OIL IMPORT DEPENDENCY CAN BE REACHED AT NOVEMBER MEETING. DISCUSSION FOCUSED ON KEY ISSUES OF NEED FOR CLEAR IEA RESPONSE TO LIEA PROJECTIONS OF INCREASED IMPORT DEPENDENCE, DESIRABILITY OF NATIONAL AS WELL AS AGGREGATE TARGETS, AND USEFULNESS OF QUANTIFYING OBJECTIVES. US ARGUMENT THAT NATIONAL AS WELL AS AGGREGATE TARGETS ESSENTIAL RECEIVED SUBSTANTIAL SUPPORT, ALTHOUGH UK TOOK POSITION STRESSING NEED FOR CONCRETE ACTIONS TO REDUCE DEPENDENCY, AND FRG QUESTIONED DESIRABILITY OF QUANTITATIVE TARGETS AND WHETHER POLITICAL PROCESSES COMPLETABLE IN TIME SPAN ENVISIONED. SLT
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 27815 01 OF 02 221906Z

WILL ELABORATE PROCEDURES FOR PREPARING NATIONAL AND GROUP

TARGETS PRIOR NEXT MEETING OF GOVERNING BOARD. END
SUMMARY.

2. FOCUS OF THIS GOVERNING BOARD MEETING WAS ON US PROPOSAL THAT IEA INITIATE PROCESS TO ENABLE MEMBERS TO ESTABLISH CREDIBLE OBJECTIVES FOR ACHIEVING MORE ACCEPTABLE BALANCE BETWEEN SUPPLY OF AND DEMAND FOR OPEC OIL. DISCUSSION WAS BASED OF SECRETARIAT PAPER OUTLINING SYSTEMATIC PROCEDURE FOR ESTABLISHING IEA AGGREGATE AND NATIONAL OBJECTIVES. AT CONCLUSION OF DEBATE CHAIRMAN (DAVIGNON) NOTED FULL AGREEMENT OF MEMBERS THAT (A) RELATIONSHIP BETWEEN IEA AND MEMBERS SUCH THAT WHILE NOT AN EXECUTIVE AGENCY, IEA PROGRAMS COULD REINFORCE NATIONAL ENERGY POLICIES; (B) THE LTEA PROJECTIONS SHOWING SUBSTANTIALLY INCREASED FUTURE IMPORT DEPENDENCE REQUIRED STRONG, UNAMBIGUOUS RESPONSE: AND (C) IEA SHOULD UNDERTAKE TO ELABORATE THAT RESPONSE. HE ALSO NOTED CONSENSUS THAT EVALUATION REQUIRED OF RELATIVE CAPABILITIES OF MEMBERS TO CONTRIBUTE TO REDUCED OVERALL DEPENDENCY AND AGREEMENT THAT SLT SHOULD ADDRESS SECRETARIAT DRAFT PAPER WITH VIEW TO FINALIZING EVALUATION PROCEDURES TO EXTENT POSSIBLE AND WHERE NOT POSSIBLE TO IDENTIFY SPECIFIC ISSUES FOR GB DECISION AT NEXT MEETING. TIMETABLE ENVISIONED PROVIDES FOR EVALUATION OF TARGETS BY EARLY 1977 AND MINISTERIAL LEVEL ENDORSEMENT IN MARCH/APRIL. SECRETARY GENERAL VAN LENNEP AND DAVIGNON PLAN MEETING WITH PRESS NOVEMBER 10 TO ISSUE STATEMENT ON UPDATED LTEA PROJECTIONS AND PLANNED IEA RESPONSE.

3. DURING COURSE OF EXTENDED TOUR DE TABLE US EXPRESSED CONCERN ABOUT SERIOUS IMPLICATIONS OF LTEA PROJECTIONS AND STRESSED IMPORTANCE OF IEA ACTING NOW TO INSURE PROJECTIONS NOT REALIZED. RESPONSE MUST BE CREDIBLE AND US RECOGNIZED IMPORTANCE OF INVOLVING ALL RELEVANT BRANCHES OF ITS OWN GOVERNMENT TO INSURE US FULFILLS ITS CONTRIBUTION TO REDUCED IMPORT DEPENDENCE. ITALIANS, DANES, SWEDES, SWISS, AUSTRIANS, TURKS, GREEKS AND SPANISH WELCOMED PROPOSAL TO EXPLORE NATIONAL CAPABILITIES TO REDUCE DEPENDENCY WITH DANES STRESSING IMPORTANCE OF EXERCISE IN REASSURING GOVERNMENTS OF INTENT OF EACH
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 27815 01 OF 02 221906Z

MEMBER TO ASSUME SPECIFIC SHARE OF RESPONSIBILITY. CANADA RECOGNIZED IMPORTANCE OF LTEA IMPLICATIONS, BUT STRESSED IMPORTANCE OF MAXIMUM US AND JAPANESE EFFORTS IN VIEW OF FACT 50 PERCENT OF INCREASED DEPENDENCE ATTRIBUTABLE TO THESE TWO COUNTRIES. FRG AGREED THAT LONG TERM PROGRAM LOGICALLY CALLED FOR FURTHER STEPS AND SUPPORTED PROPOSAL TO ESTABLISH TARGETS, BUT QUESTIONED WHETHER QUANTIFYING TARGETS DESIRABLE AND WHETHER

PARLIAMENTARY PROCESS COULD BE COMPLETED IN TIME FRAME ENVISIONED. UK AND IRISH ALSO QUESTIONED WHETHER SPECIFIC C TARGETS USEFUL ON GROUNDS FAILURE TO MEET TARGETS COULD SUBSTANTIALLY UNDERMINE IEA CREDIBILITY AND WOULD IN ANY EVENT BE DIFFICULT IF NOT IMPOSSIBLE TO ESTABLISH. THE DUTCH OPPOSED NATIONAL TARGETS ON GROUNDS SUCH COULD INTERFERE WITH POLICY FLEXIBILITY IN OTHER ECONOMIC AREAS. JAPAN ALSO PREFERRED NOT ESTABLISH NATIONAL TARGETS TO PRESERVE FLEXIBILITY OF NATIONAL ECONOMIC POLICY, BUT WOULD NOT OPPOSE CONSENSUS FOR TARGETS SHOULD SUCH DEVELOP, NORWAY RECOMMENDED DELETION OF

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 OECD P 27815 02 OF 02 221904Z

65

ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 ERDA-05 AID-05 CEA-01 CIAE-00

CIEP-01 COME-00 DODE-00 EB-07 FEAE-00 FPC-01 H-02

INR-07 INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-04

USIA-06 SAM-01 OES-06 SP-02 SS-15 STR-04 TRSE-00

ACDA-07 EA-07 FRB-03 IO-13 NEA-10 OPIC-03 LAB-04

SIL-01 PA-01 PRS-01 OIC-02 /146 W

----- 016909

P R 221801Z SEPT 76

FM USMISSION OECD PARIS

TO SECSTATE WASHDC PRIORITY 3482

INFO ALL IEA CAPITALS 0046

C O N F I D E N T I A L SECTION 2 OF 2 PARIS 27815

ACCELERATED POLICY CASE FROM LTEA ON GROUNDS ITPRE- JUDGED POLITICAL ACTION BY GOVERNMENTS. DAVIGNON REJECTED PROPOSAL AND OFFERED MEET WITH ANY MEMBER GOVERNMENT TO RESOLVE POLITICAL DIFFICULTIES RAISED BY LTEA.

4. DRAFT CONCLUSIONS ON EMERGENCY RESERVE COMMITMENTS AS DESCRIBED IN IEA/GB (76)33 REFERRED TO SEQ WITH PRO- VISO MINOR OUTSTANDING QUESTIONS OF FORM TO BE RESOLVED

BETWEEN INTERESTED DELEGATIONS AND SECRETARIAT. DECISION
ON ADOPTION OF ADDITIONAL SECURITY PRINCIPLES AND PRO-
CEDURES POSTPONED TO NEXT MEETING.

5. NEXT MEETING SCHEDULED FOR NOVEMBER 8-9 .
INFORMAL GB MAY BE CONVENED IN MID OCTOBER TO REVIEW
PROGRESS TOWARD FINAL PACKAGE FOR CIEC ENERGY COMMISSION.
GOVENING BOARD AGREED THAT BURROWS GROUP DRAFT PAPERS
WOULD BE CIRCULATED TO ALL IEA MEMBERS TO INSURE THOSE
COUNTRIES NOT DIRECTLY PARTICIPATING IN
ENERGY COMMISSION ARE KEPT INFORMED OF GROUP'S DELIBERA-
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 27815 02 OF 02 221904Z

TIONS.

6. LANTZKE INFORMED GOVERNING BOARD HE WILL PROPSE
THREE ADDITIONAL POSITIONS FOR COMBINED ENERGY STAFF
INFORMATION SECTION TO BUDGET COMMITTEE.
TURNER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM, IMPORTS
Control Number: n/a
Copy: SINGLE
Draft Date: 22 SEP 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: BoyleJA
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976OECDP27815
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D760358-0147
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760932/aaaabbln.tel
Line Count: 192
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: BoyleJA
Review Comment: n/a
Review Content Flags:
Review Date: 23 APR 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <23 APR 2004 by CollinP0>; APPROVED <11 AUG 2004 by BoyleJA>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SEPTEMBER 21 IEA GOVERING BOARD
TAGS: ENRG, US, OECD
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006